

# Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name <b>Richland Community Library</b>	County <b>Kalamazoo</b>
Audit Date <b>9/30/04</b>	Opinion Date <b>11/22/04</b>	Date Accountant Report Submitted to State: <b>1/28/05</b>	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			✓
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name) <b>Siegfried Crandall PC</b>			
Street Address <b>246 East Kilgore Road</b>		City <b>Kalamazoo</b>	State <b>MI</b>
		ZIP <b>49002-5599</b>	
Accountant Signature <i>Siegfried Crandall P.C.</i>			Date <b>1/28/05</b>

*Richland Community Library*  
*Kalamazoo County, Michigan*  
**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**  
*Year ended September 30, 2004*

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## INDEPENDENT AUDITORS' REPORT

**Board of Trustees  
Richland Community Library, Michigan**

We have audited the accompanying financial statements of the governmental activities and each major fund of Richland Community Library, as of September 30, 2004, and for the year then ended, which collectively comprise the Library's basic financial statements, as listed in the contents. These financial statements are the responsibility of the Library's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities each and major fund of Richland Community Library as of September 30, 2004, and the respective changes in financial position for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in Note 9, the Richland Community Library has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as of October 1, 2003.

The budgetary comparison schedule on page 15 is not a required part of the basic financial statements of the Richland Community Library, but is supplementary information required by Governmental Accounting Standards Board. We have applied certain limited procedures, which consist principally of inquiries of management regarding the method of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it. The Richland Community Library has not presented a management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

*Siegfried Crandall P.C.*

November 22, 2004

## **BASIC FINANCIAL STATEMENTS**

**Richland Community Library**  
**STATEMENT OF NET ASSETS**  
September 30, 2004

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**ASSETS**

*Current assets:*

Cash	\$ 759,688
Current portion of pledges receivable	13,867
Inventory	<u>190</u>

*Total current assets* 773,745

*Noncurrent assets:*

Pledges receivable	14,067
Capital assets (net of accumulated depreciation)	<u>1,930,167</u>

*Total noncurrent assets* 1,944,234

*Total assets* 2,717,979

**LIABILITIES**

*Current liabilities:*

Accounts payable	1,610
Interest payable	3,613
Current portion of long-term debt	<u>25,000</u>

*Total current liabilities* 30,223

*Noncurrent liabilities:*

Long-term debt	<u>900,000</u>
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*Total liabilities* 930,223

**NET ASSETS**

Invested in capital assets, net of related debt	1,005,167
Restricted for:	
Recreation and culture	31,232
Capital outlay	27,934
Unrestricted	<u>723,423</u>

*Total net assets* \$ 1,787,756

See notes to the financial statements

**Richland Community Library**  
**STATEMENT OF ACTIVITIES**  
*Year ended September 30, 2004*

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*Program expenses:*

Recreation and culture - Library:

Personal services	\$ 119,233
Supplies	50,061
Services and charges	13,275
Depreciation	84,626
Interest	<u>44,329</u>

*Total program expenses* 311,524

*Program revenues:*

Charges for services	4,848
Operating grants and contributions	8,354
Capital grants and contributions	<u>130</u>

*Total program revenues* 13,332

*Net program expenses* (298,192)

*General revenues:*

Property taxes	278,749
State grants	5,664
District court penal fines	17,181
Investment return	<u>7,818</u>

*Total general revenues* 309,412

*Change in net assets* 11,220

*Net assets - beginning of year* 1,776,536

*Net assets - end of year* \$ 1,787,756

**Richland Community Library**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
September 30, 2004

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals</u>
<b>ASSETS</b>				
Cash	\$ 730,456	\$ 29,232	\$ -	\$ 759,688
Pledges receivable	27,934	-	-	27,934
Inventory	190	-	-	190
<i>Total assets</i>	<u>\$ 758,580</u>	<u>\$ 29,232</u>	<u>\$ -</u>	<u>\$ 787,812</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 1,610	\$ -	\$ -	\$ 1,610
Deferred revenue	27,934	-	-	27,934
<i>Total liabilities</i>	<u>29,544</u>	<u>-</u>	<u>-</u>	<u>29,544</u>
Fund balances:				
Unreserved:				
Designated	116,717	29,232	-	145,949
Undesignated	612,319	-	-	612,319
<i>Total fund balances</i>	<u>729,036</u>	<u>29,232</u>	<u>-</u>	<u>758,268</u>
<i>Total liabilities and fund balances</i>	<u>\$ 758,580</u>	<u>\$ 29,232</u>	<u>\$ -</u>	

*Amounts reported for governmental activities in the statement of net assets are different because:*

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	1,930,167
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	27,934
Interest payable does not require recognition in the governmental funds.	(3,613)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.	<u>(925,000)</u>
Net assets of governmental funds	<u>\$ 1,787,756</u>

See notes to the financial statements



**Richland Community Library**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**

**Governmental Funds**

Year ended September 30, 2004

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects Fund</u>	<u>Totals</u>
<b>REVENUES</b>				
Taxes	\$ 214,423	\$ 64,326	\$ -	\$ 278,749
State grants	5,664	-	-	5,664
Charges for services	4,848	-	-	4,848
Fines and forfeitures	17,181	-	-	17,181
Investment return	7,447	371	-	7,818
Contributions	8,485	-	48,528	57,013
<i>Total revenues</i>	<u>258,048</u>	<u>64,697</u>	<u>48,528</u>	<u>371,273</u>
<b>EXPENDITURES</b>				
Recreation and culture	215,980	250	-	216,230
Capital outlay	2,069	-	7,495	9,564
Debt service:				
Principal	-	25,000	-	25,000
Interest	-	44,418	-	44,418
<i>Total expenditures</i>	<u>218,049</u>	<u>69,668</u>	<u>7,495</u>	<u>295,212</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>39,999</u>	<u>(4,971)</u>	<u>41,033</u>	<u>76,061</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	260,847	-	-	260,847
Transfers out	-	-	(260,847)	(260,847)
<i>Total other financing sources (uses)</i>	<u>260,847</u>	<u>-</u>	<u>(260,847)</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>300,846</u>	<u>(4,971)</u>	<u>(219,814)</u>	<u>76,061</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<u>428,190</u>	<u>34,203</u>	<u>219,814</u>	<u>682,207</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 729,036</u>	<u>\$ 29,232</u>	<u>\$ -</u>	<u>\$ 758,268</u>
Net change in fund balances - total governmental funds				\$ 76,061
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>				
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$84,626) exceeded capital outlay (\$43,224) in the current period.				(41,402)
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. Deferred revenue decreased by this amount.				(48,528)
Decrease in interest payable not reported in the governmental funds.				89
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.				<u>25,000</u>
Change in net assets of governmental activities				<u>\$ 11,220</u>

See notes to the financial statements

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

The accounting policies of the Richland Community Library, Michigan (the Library), conform to U.S. generally accepted accounting principles (hereinafter referred to as generally accepted accounting principles) as applicable to governmental units. The following is a summary of the significant accounting policies.

*a) Reporting entity:*

These financial statements contain only the activity of the Richland Community Library, a district library pursuant to 1989 PA 24, effective April 2, 1990. The participating municipalities include the Township of Richland and the Village of Richland. The Library derives its principal operating revenues from a township-wide tax levy.

*b) Government-wide and fund financial statements:*

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the Library. The effect of all interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenue.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

*c) Measurement focus, basis of accounting, and financial statement presentation:*

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the nonexpendable trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*):

*c) Measurement focus, basis of accounting, and financial statement presentation (continued):*

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

State grants, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the government.

The government reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The Capital Projects Fund accounts for the resources accumulated and payments made for the capital expansion of the Library

Private-sector standards of accounting issued prior to December 1, 1989, are generally followed in the government-wide financial statements to the extent that those standards do no conflict with the standards of the Governmental Accounting Standards Board.

Amounts reported as program revenue include: (1) charges to customers or applicants for goods, services, or privileges provided and (2) operating grants and contributions. Internally dedicated resources are reported as general revenue rather than as program revenue. Likewise, general revenue includes all taxes.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*):

*d) Assets, liabilities, and net assets or equity:*

*i) Bank deposits and investments* - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value. Pooled investment income is proportionately allocated to all funds.

*ii) Receivables and payables* - In general, outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

*iii) Other assets* - Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

*iv) Capital assets* - Capital assets, which include property, plant, and equipment are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	10 - 50 years
Equipment	3 - 20 years
Materials	5 - 10 years

*v) Fund equity* - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

Budgetary information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The budget document presents information by fund, function, department, and line items. The legal level of budgetary control adopted by the governing body is the functional level. Amounts encumbered for purchase orders, contracts, etc., are tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 3 - CASH:

Cash consists of the following:

Deposits with financial institutions	\$759,648
Cash on hand	<u>40</u>
	<u>\$759,688</u>

Deposits are carried at cost and are maintained at various financial institutions in the name of the Library. Michigan Compiled Laws, Section 129.91, authorizes the Library to deposit and invest in the accounts of federally-insured banks, credit unions, and savings and loan associations. The Library's deposits are in accordance with statutory authority. At September 30, 2004, the Library has deposits with a carrying amount of \$759,648 and a bank balance of \$763,480. Of the bank balance, \$285,722 is covered by federal depository insurance and \$477,758 is uninsured.

NOTE 4 - RECEIVABLES:

Receivables at September 30, 2004, for the Library's governmental individual major and nonmajor funds, in the aggregate, are as follows:

Pledges	<u>\$27,934</u>
Noncurrent portion	<u>\$14,067</u>

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS:

A summary of interfund transfers for the year ended September 30, 2004, is as follows:

<u>Fund</u>	<u>Transfer in</u>	<u>Fund</u>	<u>Transfer out</u>
General	<u>\$260,847</u>	Capital Projects	<u>\$260,847</u>

In 2004, transfers totaling \$260,487 were used to eliminate the Capital projects fund after completion of the Library renovations.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 6 - CAPITAL ASSETS:

Capital asset activity of the Library for the current year was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Capital assets not being depreciated - land	\$ <u>113,815</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>113,815</u>
Capital assets being depreciated:				
Buildings	1,631,933	3,867	-	1,635,800
Furniture, fixtures and equipment	212,723	4,335	-	217,058
Materials	<u>242,792</u>	<u>35,022</u>	<u>21,340</u>	<u>256,474</u>
Subtotal	<u>2,087,448</u>	<u>43,224</u>	<u>21,340</u>	<u>2,109,332</u>
Less accumulated depreciation for:				
Buildings	87,163	36,751	-	123,914
Furniture, fixtures and equipment	12,991	23,973	-	36,964
Materials	<u>129,540</u>	<u>23,902</u>	<u>21,340</u>	<u>132,102</u>
Subtotal	<u>229,694</u>	<u>84,626</u>	<u>21,340</u>	<u>292,980</u>
Net capital assets being depreciated	<u>1,857,754</u>	<u>(41,402)</u>	<u>-</u>	<u>1,816,352</u>
Total capital assets - net of depreciation	<u>\$1,971,569</u>	<u>\$(41,402)</u>	<u>\$ -</u>	<u>\$1,930,167</u>

NOTE 7 - LONG-TERM LIABILITIES:

Long-term liabilities at September 30, 2004, is comprised of \$985,000, 2001 unlimited tax general obligation bonds payable in annual installments ranging from \$20,000 to \$80,000, plus interest at 4.25% to 5.00%; final payment due September 2021.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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NOTE 7 - LONG-TERM DEBT (Continued):

a) Long-term debt activity for the year ended September 30, 2004, was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
2001 general obligation	\$ <u>950,000</u>	\$ <u>-</u>	\$ <u>(25,000)</u>	\$ <u>925,000</u>	\$ <u>25,000</u>

b) Debt service requirements at September 30, 2004, are as follows:

	<u>Principal</u>	<u>Interest</u>
Year ended September 30:		
2005	\$ 30,000	\$ 43,356
2006	35,000	42,080
2007	40,000	40,592
2008	40,000	38,892
2009	45,000	37,190
2010	50,000	35,280
2011 - 2015	265,000	143,040
2016 - 2020	340,000	72,690
2021 - 2025	<u>80,000</u>	<u>4,000</u>
Totals	<u>\$925,000</u>	<u>\$457,120</u>

NOTE 8 - RISK MANAGEMENT:

The Library is exposed to various risks of loss to general liability, property and casualty, and workers' compensation, with such risks being managed through the purchase of commercial insurance. Insurance coverage includes protection for buildings and contents up to a limit of \$2,153,625; workers' compensation coverage is limited to \$1,000,000; and general liability limits are \$3,000,000 per occurrence.

**Richland Community Library**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**NOTE 9 - CHANGE IN ACCOUNTING PRINCIPLES:**

Effective October 1, 2003, the Library implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, along with all related statements and interpretations. In connection with the implementation of this statement, the following adjustments to beginning net assets have been made to reflect the cumulative effect of this accounting change:

Net assets, as previously reported (General, Debt Service, and Capital Projects)	\$ 682,207
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	1,971,569
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds	76,462
Accrued interest on bonds not recorded in the funds	3,702
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	<u>(950,000)</u>
Net assets, as restated	<u>\$1,776,536</u>



## **REQUIRED SUPPLEMENTARY INFORMATION**

**Richland Community Library**  
**BUDGETARY COMPARISON SCHEDULE - General Fund**  
Year ended September 30, 2004

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES</b>				
Property taxes	\$ 212,754	\$ 212,754	\$ 214,423	\$ 1,669
State grants	6,250	6,250	5,664	(586)
Charges for services	3,500	4,600	4,056	(544)
District court penal fines	16,100	15,000	15,068	68
Investment return	2,950	2,950	7,447	4,497
Contributions	1,500	1,500	8,485	6,985
Other	500	500	2,905	2,405
<i>Total revenues</i>	<u>243,554</u>	<u>243,554</u>	<u>258,048</u>	<u>14,494</u>
<b>EXPENDITURES</b>				
Recreation and culture	241,054	241,054	215,980	25,074
Capital outlay	<u>2,500</u>	<u>2,500</u>	<u>2,069</u>	<u>431</u>
<i>Total expenditures</i>	<u>243,554</u>	<u>243,554</u>	<u>218,049</u>	<u>25,505</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>39,999</u>	<u>39,999</u>
<b>OTHER FINANCING SOURCES</b>				
Operating transfers in	<u>-</u>	<u>-</u>	<u>260,847</u>	<u>260,847</u>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<u>-</u>	<u>-</u>	<u>300,846</u>	<u>300,846</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>428,190</u>	<u>428,190</u>	<u>428,190</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 428,190</u>	<u>\$ 428,190</u>	<u>\$ 729,036</u>	<u>\$ 300,846</u>